P.W & L (1927) Department.

1110 SERIES.

G.O. No. 1111-W

DATED 16-5-1927

[Despatch Abstract.]

C.F. 56—10,000—7-8-26.

DEPARTMENT.

12793

Received ..... 192 . *Registered* 192

6668-B
20th April

Subject.

Requesting to exempt the Municipality from maintaining the accounts in the forms prescribed under Section 11 of the Indian Electricity Act.

L.S.G
P.W+L & O

Ls/No. 12793/C. dt. 12/4/27

No. 377

ENCLOSURES.
No .....
.....
Spare copies .....

Station Bellary, *Dated the* 3rd April 192 7.

M.R.Ry,

From (Name) N. Narayana Rao Garu, B.A., B.L.,

(Designation) Chairman, Municipal Council.

To The Secretary to the Government of Madras,

Local Self Government Department.

Madras.

Sir,

Under section 11 of the Indian Electricity Act, the Municipality is required to maintain and submit annually accounts in the form prescribed in annexure IV of the Indian Electricity Rules, 1922.

2 The accounts relating to this transaction already appear in the Municipal accounts under the head "Remunerative Enterprises other R.E." and these accounts are being monthly audited by the District Inspector of Local Fund Accounts. A separate appropriation register in Mun.Form No. 100 has been maintained to show at any time the amount of profit or loss on account of this concern.

I therefore request the Government to exempt this Municipality from maintaining and sending up accounts in the for

2

prescribed in annexure IV of the Indian Electricity ~~Act~~ Rules 1922.

G. Hammond

Vice-Chairman.

7/4/27

3

PW & Labour Deptt

Bellary Electric License, 1921.
– Submission of accounts and alteration of license.

Please see page 11 of G.O. No 2581 dy 2.3.1926. In G.O. No. 297 W dy 9.2.1927 the municipal Council Bellary was permitted to work the Bellary Electric License 1921, pending the completion of Sale of the undertaking. The Sale has not yet been completed and the valuation of the plant is still under correspondence with the Official Liquidator of the Bellary Electric Supply Company. In the circumstances it is submitted that the question of submission of account may be taken up after the Sale is completed. The M.C. should be asked to render any accounts as it is being done by.

2/ Attention is also invited in this connection to the portion marked (A) on p 12 of G.O. No. 1375-W dy 29.9.1926. The question of amending the Bellary Electric License, 1921 as

2 4

Suggested by the E.D.Ly. may also for the reasons given in para 1 above be taken up after the sale is completed; | M 22.3.27

Or, if advised the question may now be referred to the Municipal Council for favours. | RS 22.3.27

Is it not time now to remind liquidator ?

Reminder sent to the Off: Liquidator on 22/3/27.

Await reply. Remind again in ten days DS 24/3

Reminder sent - a...
Notice in another

3 5

KB1-2 C7

[6688] From the Chairman, municipal Council Bellary Dis No 3778/3.4.2

Please see the letter from the Chairman, municipal Council, Bellary on KB 1-2 C7. He requests that the municipality may be exempted with reference to section 11 of the Indian Electricity Act, from maintaining and sending up accounts of the electric undertaking in the forms prescribed in Annexure IV of the Indian Electricity Rules.

Under section 11(1) of the Indian Electricity Act every licensee shall, unless expressly exempted from the liability by his license, or by order in writing of the local Govt, prepare and render to the Local Govt. or to such authority as the Local Govt. may appoint in this behalf, on or before the prescribed date in each year, an annual statement of accounts of his undertaking made up such date, in such form and containing such particulars, as may be prescribed in this behalf.

Under clause III of the Schedule to the Indian Electricity Act, the licensee

shall, unless the Local Govt. otherwise directs, at all times keep the accounts of the capital employed for the purposes of the undertaking distinct from the accounts kept by him of any other undertaking or business.

The C. M. C. Bellary states that the accounts relating to the electrical undertaking already appear in the municipal accounts which are audited monthly by the D.O Inspector of Local Fund Accounts, and that a separate appropriation register in Municipal Form No. 100 has been maintained to show at any time the amount of profit or loss on account of the electric Concern. It may be noted that in the case of the Ootacamund municipality × which has been granted an electric license and ~~electrician~~ whose electric accounts form part of the municipal accounts, no exemption has been granted from maintaining and rendering accounts of the electric undertaking as required by Section 11 of the Indian Electricity Act. We have even asked the Examiner of Local Fund Accounts to submit

para 2 of D.O

× This is the only municipal or person which has been granted an electric licen

See G.O 29 W / 10.1.23

For see para of the note on the note D.O 29 W

audit report in respect of the accounts of the electric undertaking as distinct from the audit report on the accounts of the municipality. The object of rendering accounts in the form prescribed under the Indian Electricity Rules is set out in detail in para 19 on pp 93-94 of My. Mean book. Attention is also invited to the letter from the Electrical Inspector No. 27 dt. 11.3.1925 addressed to the Secretary, Local Fund Accounts. Since the former has expressed the view that the municipal accounts are not framed on a commercial basis, whereas the Statement prescribed in the Indian Electricity Rules are. In the circumstances there seems to be no sufficient justification to exempt the Bellary municipality from rendering accounts as required by section 37 of the Indian Electricity Act. The remarks of the Electrical Inspector to Govt. may be invited in this connection.

Orders on this case will have to be issued after the sale of the electric concern to the

municipality is completed — vide para 11 ante. The Bellary M.C. becomes the licensee in this case only after the purchase is effected. (Section 5(2) of the Act).

28.4.27

30/4.

by

Mr. M.C. may be told that Govt. see no reason to grant the exemption, since the inclusion of the electricity accounts in the general accounts of the municipality does not meet the requirements of the Act

2/5

C.I. I agree

2/5.

A draft order is submitted. It may be sent to H.S.G. for perusal by issue.

2. After the sale of the electric concern to the municipality is completed the period for which the first set of accounts should be prepared and the date on which it should be submitted to Govt may be intimated to the municipality.

5/5

7 — 9

3 The question of the amendment of the license raised in para 2 of the office note on pp 1-2 ante will be brought forward separately

x Love for x will be noted in call Book.

Tbi
5.5.27 Attn 7/5

PY 9.5.27

by

Secy 10/5

LSG in

Seen thanks
USB 12.5.27

PWS and X

Rev
PD 10/5

O. H.L.D. w.o No:
6668 B/27
11.5.27

FD/O 12/5

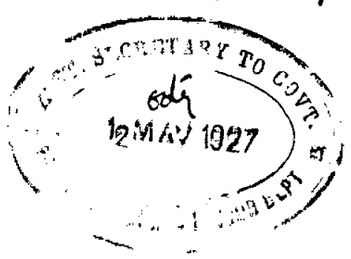
L.S.G. W.O.
12793-2-C. Com
12/5/27.

PWS

may issue
PLY
12.5.27

by

Secy 12/5



Sectt. II-5 (a)—40,006—9-11-26 (6)

PW&L DEPARTMENT.

	Date.	Initials.
When received for Fair-copying.		
When copied		
When examined	7.5.27	
When signed		
When despatched		

Electricity - Bellary
Electric licence, 1921 —
Submission of accounts

READ AGAIN G.O. No 297 W, dated 8 9. 2. 1927
" " " " " " 192

READ ALSO:—

C. No ..... From the C. M. C, Bellary, No. 3/3 dated 8 3. 4. 1927
" " " " " " 192
" " " " " " 192

ORDER.

No. 1111 W dated 16.5 - 1927.

Miss

The Govt. see no reason to exempt the Bellary ~~municipality~~ municipal Council ~~under section 11 of the Indian Electricity Act, 1910~~ from preparing and rendering accounts in the prescribed form in respect of the Bellary Electric licence. Since the inclusion of the accounts of the electrical concern in the general accounts of the municipality does not meet the requirements of the Act

To 17 M 17.5.27
The C.M.C. Bellary
El Inspector to Govt (also)
Copy to the h-S.G. Dept it (also).

(copy of section to stock file).

17.5.27

2.

2. After the sale of the Cinema to the Municipality is completed, further orders will be issued in re: the form in which and the date by which the accounts should be submitted

Clerk
7.5.27

PWJ
9.5.27

SWR
10/5

Asst L DC

Para 2 of min 90, to the entries in the monthly arrears list, so that it may not be lost sight of; entry should be made therein also with reference to para 3 of the note on P.7 N F.

Clerk
7/5